STRACO CORPORATION LIMITED

Registration Number: 200203482R

(Incorporated in the Republic of Singapore)

INCREASE IN INVESTMENT IN A SUBSIDIARY

The Board of Directors of Straco Corporation Limited ("the Company") wishes to announce that on 29 September 2014, the Company has subscribed for an additional 999,999 ordinary shares for an aggregate consideration of S\$999,999.00, in the capital of Bay Attractions Pte Ltd, a wholly-owned subsidiary of the Company.

That above investment is funded by internal resources and is not expected to have any material effect on the net tangible assets per share or earnings per share of the Company for the financial year ending 31 December 2014.

None of the directors or substantial shareholders of the Company has an interest, direct or indirect in the above investment.

By Order of the Board

Lotus Isabella Lim Mei Hua Company Secretary

Date: 1 October 2014